

~~TOP SECRET~~

25X1

11 August 1953

25X1



25X1

Copy No. 67

DOS REVIEW
COMPLETED

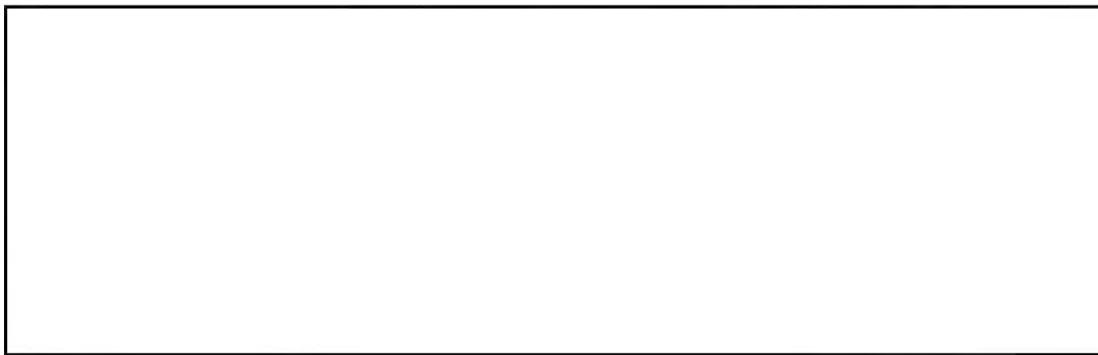
CURRENT INTELLIGENCE BULLETIN

DOCUMENT NO. 43
NO CHANGE IN CLASS.
1. UNCLASSIFIED
CLASS. CHANGED TO: TS S C
NEXT REVIEW DATE: 2005
AUTH: HR 70-2
DATE 12-21-79 REVIEWER:

25X1



25X1

Office of Current Intelligence**CENTRAL INTELLIGENCE AGENCY**

25X1

~~TOP SECRET~~

25X1

SUMMARY**FAR EAST**

1. Comment on Chinese Communist attention to "collective leadership" (page 3).

SOUTHEAST ASIA

2. Thai leaders threaten drastic steps if excluded from postarmistice 25X1 political conference (page 3).

NEAR EAST - AFRICA

4. Comment on announcement of opening of Iranian-Soviet negotiations (page 4).
5. New British proposal on Suez base unacceptable to Egypt (page 5).

EASTERN EUROPE

25X1

7. Hungary permits increase in private trade (page 6).

no other

* * * *

25X1A

- 2 -

25X1A

11 Aug 53

FAR EAST

1. Comment on Chinese Communist attention to "collective leadership":

25X1A

A review of Peiping broadcasts since Beria's downfall in early July reveals a greatly increased Chinese Communist awareness of the Soviet emphasis on "collective leadership." This has been reflected in a noticeable decline in Peiping's praise of Mao Tse-tung's personal leadership.

Following Stalin's death, Soviet propaganda gradually developed a trend away from "worship of the individual." Although this line was clear before June, Peiping's eulogies of Mao reached an all-time high in June and early July. It was publicly asserted that China was entering a period of glory identified with Mao's personal rule, the "era of Mao Tse-tung."

As leader of the Chinese Communist Party, Mao has been unchallenged since at least 1938, and his position is believed to be secure. There are grounds for questioning the status, however, of several other members of the party's central committee. Some of these persons may be publicly purged in the alleged interests of party "unity."

SOUTHEAST ASIA

2. Thai leaders threaten drastic steps if excluded from postarmistice political conference:

25X1A

The Thai deputy foreign minister on 8 August suggested to the American charge in Bangkok that Thailand could not continue to support the United Nations effort in Korea unless it participated in the postarmistice political conference.

Meanwhile, Deputy Defense Minister Sarit, a powerful member of the ruling military clique, told an embassy officer that Thailand had earned membership in the conference. He stated that the Soviet embassy had already approached the government

25X1A

11 Aug 53

regarding the sale of tin to the Communist bloc, and indicated that Thailand's support of the UN embargo against Communist China might be withdrawn if its hopes for representation were frustrated.

The embassy comments that while it is unlikely that the Thai would carry out any of their veiled threats at this time, the importance they attach to this issue cannot be overestimated.

25X1

25X



NEAR EAST - AFRICA

4. Comment on announcement of opening of Iranian-Soviet negotiations:

25X1A

The 10 August announcement from Tehran and Moscow that a Soviet-Iranian commission will try to settle all

25X1A

- 4 -

11 Aug 53

25X1

25X1

outstanding differences appears to be aimed at extracting the maximum propaganda benefit from the forthcoming talks. While Soviet approaches to Iran reportedly have been friendly, there is no indication [redacted]

25X1

[redacted] that appreciable progress has been made toward settling major outstanding problems.

25X1

[redacted] the commission will concern itself with frontier disputes and the settlement of financial claims and counterclaims. The border disputes may be settled relatively easily, but the financial claims and counterclaims may bring long and possibly indecisive wrangling.

In spite of press speculation, as far as is known, the proposed agenda does not include Iranian oil. There is likewise no reference to oil in the published data on the economic pact negotiated between the two countries two months ago.

5. New British proposal on Suez base unacceptable to Egypt:

25X1A

[redacted] Vice Premier Nasr told an American embassy official on 7 August that the British formula on "future availability" of the Suez base is unacceptable to Egypt.

Nasr described the British proposal, offered during the 6 August informal discussions, as even less satisfactory than the formula which the Wafd party turned down in 1950. He also indicated disagreement on the duration of any arrangement covering the Suez base.

Comment: An acceptable formula for future availability of the base has been the chief point of discussion during the three recent informal Anglo-Egyptian contacts.

There is no indication that Egypt is willing to alter its present stand on the question of availability of the base, and the desultory contacts between the two parties during the past ten days offer little hope for a quick settlement.

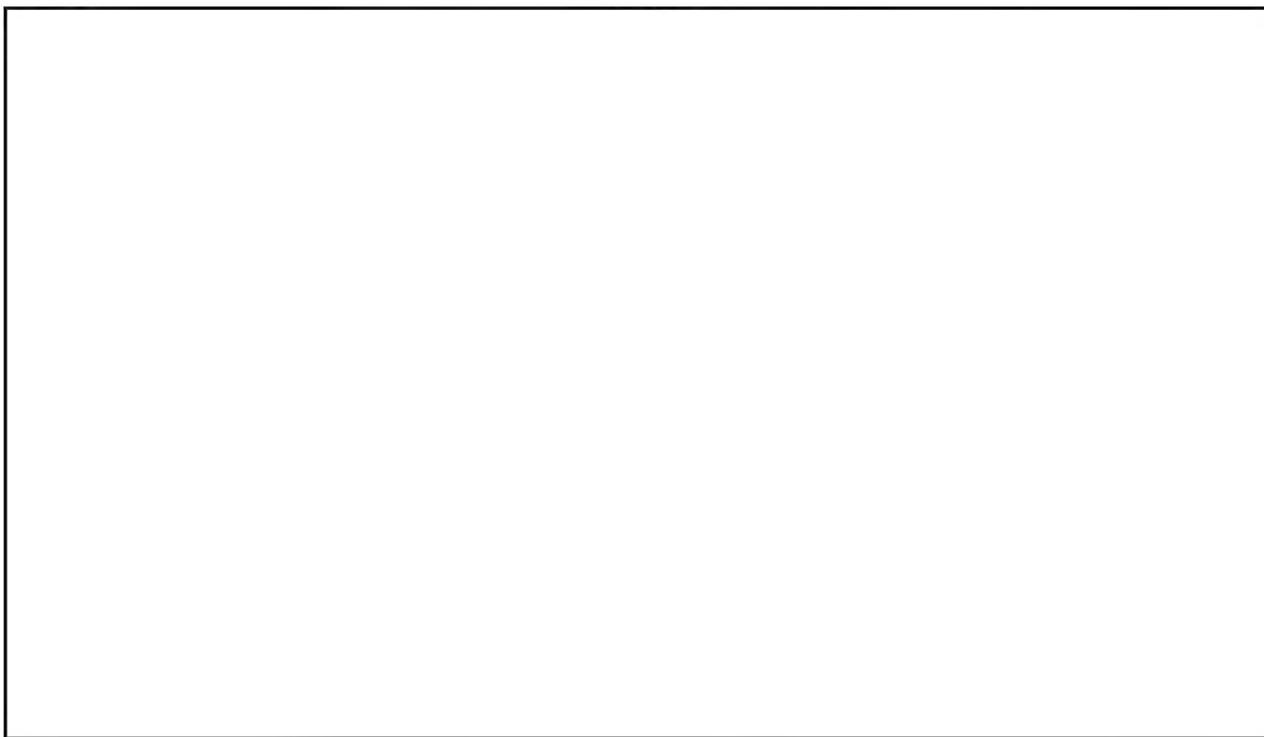
- 5 -

25X1A

11 Aug 53

25X1

EASTERN EUROPE

7. Hungary permits increase in private trade:

25X1A

[Redacted]

In the latest of a series of measures to give substance to Premier Nagy's promises of a liberalized domestic policy, the Hungarian government on 8 August decreed that approved individuals will be permitted to set up small private consumer crafts and service businesses. Local authorities will grant licenses for such concerns in areas where state enterprises and craftsmen's co-operatives are not able to fulfill consumer demands.

Comment: Hungary has gone farther than any other Orbit country except East Germany in liberalizing its internal program. The measures go beyond the current Soviet liberalization policy and are reminiscent of the USSR's New Economic Policy of the 1920's.

- 6 -

25X1A

11 Aug 53

The Hungarian regime has promised to cut back its industrialization program in favor of increased emphasis on agriculture and consumer goods, to permit the peasants to leave the co-operatives and to aid them in re-establishing private farms. It has also pledged to eliminate forced labor camps.

- 7 -

25X1A

11 Aug 53